

if the purchaser information is validated, sending a digital IOU to the vendor, and

the digital IOU is comprised of the purchase price; and
redeeming the digital IOU.

15. (Amended) The method of claim 14 wherein the step of redeeming the digital IOU further comprises steps of:
receiving the digital IOU from the vendor;
confirming the digital IOU;
receiving funds from the purchaser account equal to the digital IOU into a funds transfer account; and
transferring the funds to the vendor from the funds transfer account.

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16. (As Filed) The method of claim 14 wherein if the purchaser information is not validated, sending a message to the purchaser that the electronic purchase is denied.

17. (As Filed) The method of claim 14 wherein if the purchaser information is not validated, further comprising a step for adding the purchaser to a purchaser database.

18. (As Filed) The method of claim 15 wherein the step for confirming the digital IOU comprises comparing a digital signature on the digital IOU to a signature log at a funds transfer system.

23. Please cancel claim 23 without prejudice to or disclaimer of the subject matter contained therein.

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24. (Add by Preliminary Amendment) A method for transferring funds from a payor to a payee as part of a checkout process, the method comprising steps of:

receiving payment information with a funds transfer system, the payment information including payee identification, payor identification and payment amount; validating the payment information at the funds transfer system, notifying the payor that the payment information is not valid if the validating step is unsuccessful; and

transferring funds from a payor account to a payee account through the funds transfer system if the payment information is validated.

25. (Add by Preliminary Amendment) The method for transferring funds from the payor to the payee as part of the checkout process as recited in claim 24, the method further comprising a step of notifying the payee of the funds transfer.

26. (Add by Preliminary Amendment) The method for transferring funds from the payor to the payee as part of the checkout process as recited in claim 24, wherein the step for validating the payment information comprises a step of checking the payor identification and the payee identification against a user database at the funds transfer system.

27. (Add by Preliminary Amendment) The method for transferring funds from the payor to the payee as part of the checkout process as recited in claim 26, wherein the user database includes account information for the payor and the payee.

28. Please cancel claim 28 without prejudice to or disclaimer of the subject matter contained therein.

29. (Add by Preliminary Amendment) An electronic transaction method for transferring funds from a user account to a vendor account to compensate the vendor for a purchase selected by a user while accessing a vendor system online and after the user selects from the vendor system a payment option associated with a funds transfer system, the method comprising steps of:

establishing a connection from the funds transfer system to the user during checkout of the user with the vendor system, wherein the funds transfer system is separate from the vendor system;

receiving purchase data from the vendor system with the funds transfer system;

requesting validation from the user for the purchase;

receiving with the funds transfer system validation information from the user;

checking the validation information at the funds transfer system against a database; and

transferring funds from the user account to the funds transfer system if the step of checking the validation information is successful; and

transferring funds from the funds transfer system to the vendor account.

30. (Add by Preliminary Amendment) The electronic transaction method for transferring funds from the user account to the vendor account to compensate the vendor for the purchase selected by the user while accessing the vendor system online and after the user selects from the vendor system the payment option associated with the funds transfer system as recited in claim 29, further comprising a step of returning a message to the user denying the purchase if the step of checking the validation information is unsuccessful.

31. (Add by Preliminary Amendment) The electronic transaction method for transferring funds from the user account to the vendor account to compensate the vendor for the purchase selected by the user while accessing the vendor system online and after the user selects from the vendor system the payment option associated with the funds transfer system as recited in claim 29, further comprising a step of modifying account information in the database associated with the user if the step of checking the validation information is unsuccessful.

32. (Add by Preliminary Amendment) The electronic transaction method for transferring funds from the user account to the vendor account to compensate the vendor for the purchase selected by the user while accessing the vendor system online and after the user selects from the vendor system the payment option associated with the funds transfer system as recited in claim 29, wherein at least one of the user account and the vendor account is a bank account.

33. (Add by Preliminary Amendment) The electronic transaction method for transferring funds from the user account to the vendor account to compensate the vendor for the purchase selected by the user while accessing the vendor system online and after the user selects from the vendor system the payment option associated with the funds transfer system as recited in claim 29, wherein the user account is a credit card account.

34. Please cancel claim 34 without prejudice to or disclaimer of the subject matter contained therein.

35. (Add by Preliminary Amendment) A method for authorizing an electronic purchase during checkout with a user and a vendor system, the method comprising the steps of:

receiving purchase information from the vendor system, wherein the purchase information comprises a purchase price;
requesting payment information from the user;
receiving payment information from the user with funds transfer system;
validating the payment information with the funds transfer system;
crediting a vendor account in a first amount that corresponds to the purchase price if the step of validating payment information is successful; and
debiting a user account a second amount that corresponds to the purchase price if the step of validating payment information is successful.

36. (Add by Preliminary Amendment) The method for authorizing the electronic purchase during checkout with the user and the vendor system as recited in claim 35, wherein the vendor account and/or the user account are bank accounts.

37. (Add by Preliminary Amendment) The method for authorizing the electronic purchase during checkout with the user and the vendor system as recited in claim 35, wherein the vendor account and/or the user account are credit card account.

38. (Amended) A computer-readable medium having computer-executable instructions for performing the computer-implementable method for authorizing the electronic purchase during checkout with the user and the vendor system, the computer-readable medium comprising code for:

receiving purchase information from the vendor system, wherein the purchase information comprises a purchase price;
requesting payment information from the user;
receiving payment information from the user with funds transfer system;
validating the payment information with the funds transfer system;
crediting a vendor account in a first amount that corresponds to the purchase price if the step of validating payment information is successful; and
debiting a user account a second amount that corresponds to the purchase price if the step of validating payment information is successful.

39. (Add by Preliminary Amendment) A funds transfer system for paying a vendor in a transaction with a purchaser, wherein the vendor uses a vendor system and the purchaser uses a purchaser system during the transaction, the funds transfer system comprising:

a first connection with a vendor system;
a second connection with a purchaser system;
means for validating the transaction, wherein the purchase validation means comprises:

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a machine readable medium having a database comprising
purchaser information and vendor information;
means for receiving purchase information from the vendor system;
means for receiving payment information from the purchaser
system; and
means for comparing the payment information and the purchase
information against the database; and
means for paying the vendor for the purchase.

40. (Add by Preliminary Amendment) The funds transfer system for
paying the vendor in the transaction with the purchaser as recited in claim 39, wherein:
the means for paying the vendor comprises a connection to an automated
clearing house, and
the automated clearing house transfers funds from a purchaser account to a
funds transfer account and from a funds transfer account to a vendor account.

41. (Add by Preliminary Amendment) The funds transfer system for
paying the vendor in the transaction with the purchaser as recited in claim 39, wherein the
purchase information is selected from the group consisting of vendor identification, name
of goods and purchase price.

42. (Add by Preliminary Amendment) The funds transfer system for
paying the vendor in the transaction with the purchaser as recited in claim 39, wherein the
payment information is selected from the group consisting of financial information of the
purchaser, purchaser identification, a password, a name, and an address.

43. (Add by Preliminary Amendment) The funds transfer system for
paying the vendor in the transaction with the purchaser as recited in claim 39, wherein the
means for receiving purchase information and the means for receiving payment
information are a file transfer protocol connection over a network.

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44. (New) The method for transferring funds from the payor to the payee as part of the checkout process as recited in claim 24, wherein the transferring step comprises steps of:

transferring funds from the payor account to a funds transfer system account; and

transferring funds from the funds transfer system account to a payee account.

45. (New) The method for transferring funds from the payor to the payee as part of the checkout process as recited in claim 24, wherein the funds are in at least one of the following forms: a gift certificate, a store credit, airline mileage credit, promotional points, foreign funds, and another currency.

46. (New) The electronic transaction method for transferring funds from the user account to the vendor account to compensate the vendor for the purchase selected by the user while accessing the vendor system online and after the user selects from the vendor system the payment option associated with the funds transfer system as recited in claim 29, wherein the requesting step comprises steps of:

causing a pop-up window to be opened on a user machine; and
presenting the validation request in the pop-up window.

REMARKS

Attached hereto is a marked-up version of the changes made to the specification and claims by the current amendment. The attached page is captioned **"Version with marking to show changes made."** Claims 14, 15 and 38 have been amended. Claims 23, 28, and 34 have been canceled. Claims 44-46 have been added. Therefore, claims 14-18, 24-27, 29-33 and 35-46 are present for examination.

Objection to IDS Filed on 4-14-00